

FINANCIAL HIGHLIGHTS

For the year ended 31 December 2024

As at	2024	2023	2022	2021	2020
	UA	UA	UA	UA	UA
Total assets	1,479.57	1,396.37	1,191.32	870.96	705.54
Loans and advances	1,208.52	1,066.26	900.73	688.96	550.82
Financial assets at amortised cost	115.75	117.18	159.69	81.32	60.39
Borrowings	892.32	876.44	764.81	488.22	374.07
Other Liabilities	110.90	104.38	48.90	28.04	27.94
Net Assets	470.28	409.48	372.02	349.88	298.08
For the year ended 31 December	2024	2023	2022	2021	2020
Net Interest Income	32.76	21.25	16.02	14.73	10.00
Operating income	37.48	31.20	31.42	24.24	16.92
Profit for the year	6.43	5.70	5.04	3.48	2.92
Return on assets (%)	0.45	0.44	0.5	0.4	0.4
Return on equity (%)	1.46	1.07	1.40	1.1	0.9
Interest margin (%)	2.61	2.13	1.75	2.1	1.6
Cost-to-income (%)	67.00	64.25	59.20	64.2	78.6
NPL ratio: Non-Performing loans/Gross loans	4.11	5.78	4.28	5.78	7.12
Capital Adequacy Ratio %	37.41	36.68	41.18	50.60	53.89

ECOWAS Bank for Investment and Development

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

Financial year ended as of December 31, 2024

S.A. au capital de 60 000 000 F CFA
Société d'Expertise Comptable - Commissariat aux comptes - Audit - Conseil
ONECCA (Ordre National des Experts Comptables et des Comptables Agréés du Togo) N° : 003.03.A2
Numéro RCCM : 1995B2810
NIF (Numéro d'identification Fiscale) : 1000115983

ECOWAS Bank for Investment and
Development
28 Boulevard Du 13 Janvier
Po Box : 2704
Lome - Togo

Lomé, April 14, 2025

Independent Auditors' Report

To the Shareholders of Ecowas Bank for Investment and Development

Report on the audit of the financial statements.

Opinion

We have audited the financial statements of ECOWAS Bank for Investment and Development (the "Bank") which comprise the statement of financial position as at December 31, 2024, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, which include material accounting policy information and other explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of ECOWAS Bank for Investment and Development (the "Bank") as at December 31, 2024, and its financial performance and its cash flows for the year then ended in accordance with IFRS® Accounting Standards as issued by the International Accounting Standards Board (IASB).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements* section of our report. We are independent of the Bank in accordance with the International Code of Ethics for Professional Accountants including International Independence Standards issued by the International Ethics Standards Board for Accountants (the "IESBA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Togo, and we have fulfilled our other ethical responsibilities in accordance with the IESBA code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors is responsible for the other information. The other information comprises the information included in the document titled "Ecowas Bank for Investment and Development Annual Report 2024", which includes the Corporate Profile, Corporate Information, Report of the Board of Directors and Financial Highlights. The other information does not include the financial statements and our Auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditors' report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors for the financial statements

The Board of Directors is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS® Accounting Standards as issued by the International Accounting Standards Board and for such internal control as the Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Bank or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the audit to obtain sufficient appropriate audit evidence regarding the financial information of the Bank as a basis for forming an opinion on the financial statements. We are responsible for the direction, supervision and review of the audit work performed for the purposes of the audit. We remain solely responsible for our audit opinion.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

The engagement partner on the audit resulting in this independent auditors' report are Maryse Adotevi (Onecca Togo 072.16.A1).

Lomé, April 14, 2025



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2024

	Note	2024	2023
		UA	UA
Interest income calculated using effective interest method	8	87 535 925	64,610,147
Interest expense calculated using effective interest method	9	(54,780,739)	(43,363,821)
Net interest income		32 755 186	21,246,326
Fees and commission income	10.a	5,079,449	7,594,355
Fees and commission expense	11	(3,329,376)	(2,961,533)
Net fee and commission income		1,750,073	4,632,822
Trading income	10.b	451,924	1,263,265
Net (loss)/gain on financial assets at fair value through profit or loss	16.1	(569,496)	(155,787)
Other operating income	12	3,093,061	4,214,352
Total other income		2,975,489	5,321,830
Net Operating income		37,480,748	31,200,978
Credit loss expense on financial assets	17.1	(5,939,589)	(4,298,827)
Operating income net of Credit loss expense on financial assets		31,541,159	26,902,151
Personnel expenses	27	(18,110,908)	(14,468,328)
Depreciation on property and equipment	19	(1,068,389)	(906,357)
Other expenses	13	(5,931,635)	(5,829,750)
Total operating expenses		(25,110,932)	(21,204,435)
Profit for the year		6,430,227	5,697,716
Other Comprehensive Income			
Items that will not to be reclassified to profit or loss			
Revaluation of property and equipment	25	-	12,450,788
Fair value gain on unquoted instruments	26	(504,964)	3,076,485
Total other comprehensive income		(504,964)	15,527,273
Total Comprehensive income		5,925,263	21,224,989

The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION

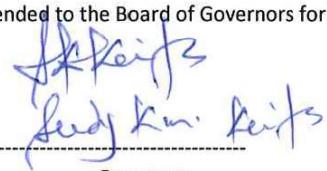
AS AT 31 DECEMBER 2024

	Note	31 December 2024 UA	31 December 2023 UA
Assets			
Cash and cash equivalents	14	50,296,851	100,590,067
Financial assets at amortised cost	15	115,752,326	117,177,377
Quoted equity instruments at fair value through profit or loss	16.1	3,508,330	4,077,826
Unquoted equity instruments at fair value through other comprehensive income	16.2	39,015,400	39,591,751
Debt instruments at amortised cost	16.3	11,845,291	10,617,954
Loans and advances	17	1,208,523,805	1,066,264,631
Other assets	18	14,489,699	22,149,959
Property and equipment	19	36,136,227	35,896,515
Total assets		1,479,567,929	1,396,366,080
Liabilities and Equity			
Liabilities			
Other liabilities	20	110,900,556	104,377,798
Net employee defined benefit liabilities	21	6,065,457	6,072,560
Borrowings	22	892,324,371	876,440,307
Total liabilities		1,009,290,384	986,890,665
Equity			
Stated capital	23	430,904,088	373,884,347
Retained earnings	24	13,978,454	9,691,101
Revaluation reserve	25	19,393,620	19,393,620
Other reserves	26	6,001,383	6,506,347
Total equity		470,277,545	409,475,415
Total liabilities and equity		1,479,567,929	1,396,366,080

The financial statements of the Bank were issued by the Board of Directors and recommended to the Board of Governors for approval, approved and signed on 10 APRIL 2025 on its behalf by:



Governor



Governor

The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2024

Balance at 31 December 2024 (UA)	Note	Stated capital	Retained earnings	Revaluation reserve	Other reserves	Total equity
Balance at 1 January 2024		373,884,347	9,691,101	19 393 620	6,506,347	409 475,414
Profit for the year			6,430,227	-	-	6,430,227
Other Comprehensive Income	25&26	-	-	-	(504,964)	(504,964)
Total comprehensive income during of year		-	6,430,227	-	(504,964)	5,925,263
Additional Capital contribution	13	57,019,741	-			57,019,741
Transfer to deferred income account (to be carried forward in income over the life of funded projects)			(2,142,874)⁴			(2,142,874)
Balance at 31 December 2024		<u>430,904,088</u>	<u>13,978,454</u>	<u>19,393,620</u>	<u>6,001,383</u>	<u>470,277,545</u>

For the year ended 31 December 2023 (UA)	Note	Stated capital	Retained earnings	Revaluation reserve	Other reserves	Total equity
At 1 January 2023		357,653,410	3,993,385	6,942,832	3,429,862	372,019,489
Profit for the year		-	5,697,716	-	-	5,697,716
Other Comprehensive Income	25&26	-	-	12,450,788	3,076,485	15,527,273
Total comprehensive income during of year		-	5,697,716	12,450,788	3,076,485	21,224,989
Additional capital contributions	23	16,230,937	-	-	-	16,230,937
At 31 December 2023		373,884,347	9,691,101	19,393,620	6,506,347	409,475,415

The accompanying notes to the financial statements are an integral part of these financial statements

⁴ ECOWAS Commission has made available to EBID a fund designed to subsidize the interest rates of certain loans under certain conditions. At each loan maturity, an invoice for the interest rate is issued. This portion of interest is deducted from the fund for compensation. The balance of the available fund could be returned in case of non-use. Initially the fund was recorded in undistributed funds instead of debts. The above adjustment is intended to transfer the balance of the fund to the appropriate debt account.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2024

	Note	2024 UA	2023 UA (restated) ⁵
Operating activities			
Profit for the year		6 430 227	5,697,716
Adjustments for			
Depreciation on property and equipment	19	1,068,389	906,357
Impairment charge on financial assets	15.2 &17.1	5,939,589	4,298,827
(Loss)/Gain on foreign currency translation	12	(971,912)	1,740,057
Dividend income	12	(510,638)	(1,017,429)
(Gain)/loss on disposal of property and equipment	19	72,962	(239,107)
Provision for long service award	21	2,950,000	800,000
Employee benefits-loans below market rate	17.2	700,371	196,283
Fair value (loss)/gain on investments at fair value through profit or loss	16	569,496	155,787
Adjusted profit for the year		16,248,484	12,538,491
Changes in operating activities			
Increase in loans and advances		(154,309,014)	(169,837,220)
(Increase)/decrease in other assets		7,660,260	(7,584,973)
Decrease in provision for long service award	21	(2,957,103)	(746,121)
Increase in other liabilities		9,389,935	55,473,601
Net cash flows used in operating activities		(123,967,438)	(110,156,222)
Investing activities			
Proceeds from sale of property and equipment	19.1	12,968	3,618,447
Purchase of property and equipment	19	(1,394,032)	(1,026,286)
Acquisition of financial assets at amortised cost	15.1	(56,368,760)	(34,599,453)
Redemption of financial assets at amortised cost	15.1	57,765,581	77,215,211
Dividend income	12	510,638	1,017,429
Acquisition of Equity investments	16.2	(159,394)	(1,011,457)
Redemption of Equity investments	16.2	230,781	87,621
Purchase of debt instruments	16.3	(2,451,000)	(3,756,547)
Redemption of debt instruments	16.3	1,223,663	4,156,351
Net cash flows from/(used in) investing activities		(629,555)	45,701,316
Financing activities			
Additional stated capital contributions	23	57,019,741	16,230,937
Proceeds from borrowings	22.1	312,849,361	276,283,055
Repayment of principal portion of borrowings	22.1	(296,965,298)	(164,950,785)
Total cash flows from financing activities		72,903,804	127,563,207
Net increase in cash and cash equivalents		(51,693,189)	63,108,301
Net foreign exchange difference on cash and cash equivalents		1,399,973	(1,740,057)
Cash and cash equivalents as at 1 January 2023	14	100,590,067	39,221,823
Cash and cash equivalents as at 31 December 2024	14	50,296,851	100,590,067

		2024 UA	2023 UA
Additional information on operational cash flows from interest and dividends			
Interest paid		(41,058,797)	(32,571,493)
Interest received		63,695,725	50,678,731
Dividend received		510,638	1,017,429

The accompanying notes to the financial statements are an integral part of these financial statements.

⁵ Comparative period has been restated – see note 2(b).